

1 Add 2 Cal. Code Regs. section 18640 as follows:

2 **§18640. Activity Expenses.**

3 (a) When reporting activity expenses as required under Government Code section 86112
4 for events described under 2 Cal. Code Regs. 18946.2, subdivisions (a) and (b), the value of the
5 expense reported by any person required to file a periodic report under Article 1 of Chapter 6 of
6 this title for each reportable person attending the event shall be calculated on a pro rata share of
7 the cost of the event.

8 (b) Notwithstanding subdivision (a) of this regulation, if an official notifies the filer, in
9 writing, that the official attended the event for

10 **{Decision Point 2} {OPTION 1:} {alternative 1}** [a brief period of time] {alternative
11 2} [60 minutes or less] and that the official did not stay for any entertainment or consume any
12 food or beverage, the value of the gift received is limited to the value of any specific item that is
13 presented to the official at the event. For purposes of this subdivision, “entertainment” means a
14 feature show or performance intended for an audience, and does not include music provided for
15 background ambiance.

16 **{Decision Point 2} {OPTION 2:} {alternative 1}** [a brief period of time] {alternative
17 2}[60 minutes or less], that the official did not stay for any meal or entertainment, and that the
18 official received only minimal appetizers and drinks, the value of the gift received is the cost of
19 the food and beverage consumed by the official and guests accompanying the official, plus the
20 value of any specific item that is presented to the official at the event. For purposes of this
21 subdivision, “entertainment” means a feature show or performance intended for an audience, and
22 does not include music provided for background ambiance.

1 Upon receiving the above notification from the official, the value of the expense reported
2 by the filer may be reported to reflect the value of gift pursuant to this regulation.

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5 NOTE: Authority cited: Section 83112, Government Code.

6 Reference: Sections 86112 and 86112.5, Government Code.

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